

FY 2006
Office
Adjusted Standardized Amounts
(ASAs)

for Direct Care Inpatient Billing

Teleconference 19 October 2005

Presented by the

**UBO Program Support Team** 

Call in number: 866-748-4757 Conference code - 7036814258#

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### Objectives

- Brief Overview of ASAs
- Comparison of FY05 to FY06 rates
- Professional/Institutional % of charges
- Effective Date for FY06 ASA rates

#### **Brief Overview of ASAs**

- Adjusted Standardized Amounts (ASAs) - the basis for direct care reimbursement
  - TPC (Third Party Collections)
  - MAC (Medical Affirmative Claims)
  - MSA (Medical Services Account)
- DRG-based payment system
  - Modeled after CMS and CHAMPUS

#### Overview (cont.)

- MHS ASAs include both the institutional and professional service costs
  - Unlike CMS/CHAMPUS
- ASAs have been used for direct care billing rates since FY95
  - Previously used per diem

### Major Change for FY06

- For FY05, as part of an initiative to provide funding relief to rural hospitals, CMS changed ASA groups from Large Urban and Other to:
  - Hospitals in areas with area wage indices >1.0
  - Hospitals in areas with area wage indices ≤1.0
- CHAMPUS followed CMS and developed their FY05 ASAs using the new hospital groups.
- The UBO also followed the new hospital groups for development of FY06 ASAs.

## Comparison of FY05 vs. FY06 Average ASA Rates

<b>ASA Group</b>	FY05	FY06	%
Increase			
Wage Index >1.0	\$7,507	\$8,633	13%
Wage Index ≤1.0	\$8,507	\$8,940	5%
OCONUS	\$11,399	\$12,283	7%

\* Note: For FY06 Large Urban and Other CONUS will now be referred to as Wage Index >1.0 and Wage Index <1.0, respectively.

# Professional/Institutional % of Charges for ASAs

- FY06 percentages for inpatient services:
  - 93% Hospital Institutional Charges
  - 7% Professional Charges

#### MTF Specific ASA rate

- Each military hospital providing inpatient care has its own applied ASA rate.
- Please refer to your UBO Service Manager for your MTF ASA rate.
- The ASA rates will be published on the TMA Resource Management website for the UBO:

http://tricare.osd.mil/rm/index.cfm? pageId=10

# Effective Date for FY2006 ASA Reimbursement Rates

- Direct Care Inpatient Rates for FY2006 were effective 1 October 2005
- ASA rates are used when billing for medical services provided to inpatients at DoD Military Treatment Facilities (MTFs)
- This rate package will be posted to the DoD Comptroller's website:

http://www.dod.mil/comptroller/rates/fy2006. html at Tab I, Medical and Dental Services

#### Summary

- FY06 ASA rates are effective as of 1 October 2005
- Obtain your MTF specific ASA rate from your UBO Service Manager or from the following websites:
  - http://tricare.osd.mil/rm/index.cfm?pageId=10
  - http://www.dod.mil/comptroller/rates/fy2006.h tml

#### Questions?

 If you have any further questions, or additional input on this topic,please contact the UBO Help Desk either by phone (listed below) or by e-mail:

ubo.helpdesk@altarum.org

703-575-5385

#### Teleconference Evaluation

If this information was informative and helpful to YOU, and, the presenter was knowledgeable about the topic, and you wouldn't mind if all future talks were this good, thank you.

If there was additional information that would have been helpful, or you have ideas on how to make future talks better, or if you just have any comments, PLEASE let me know by sending an e-mail to:

UBO.Helpdesk@Altarum.org